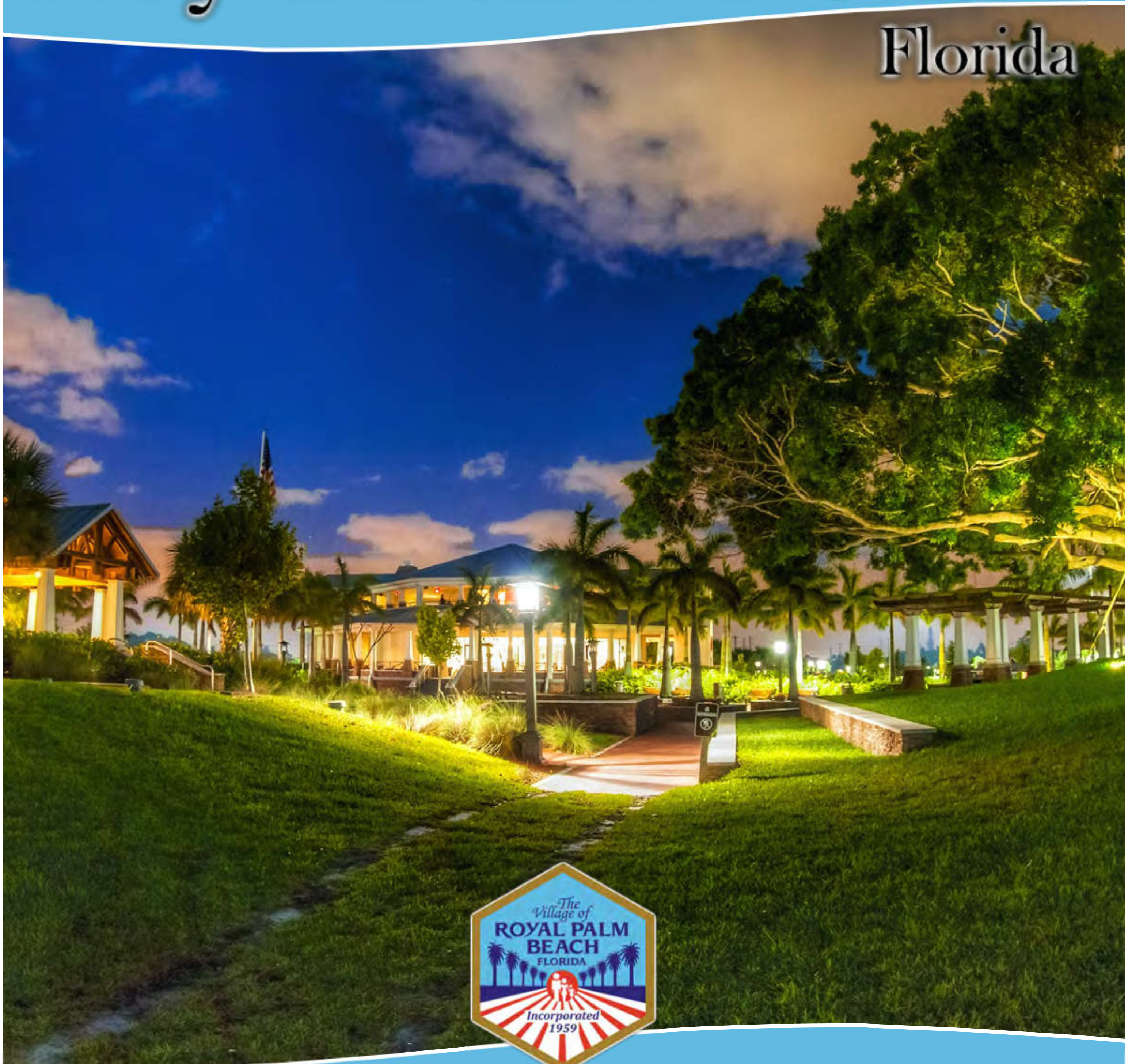
The Village of
Royal Palm Beach
Florida



Annual Comprehensive Financial Report
For the Fiscal Year Ended September 30, 2023

ANNUAL COMPREHENSIVE FINANCIAL REPORT

VILLAGE OF ROYAL PALM BEACH, FLORIDA

FISCAL YEAR ENDED SEPTEMBER 30, 2023

Prepared by the Finance Department

VILLAGE OF ROYAL PALM BEACH, FLORIDA

CONTENTS

CONTENTS

CONTENTS

INTRODUCTORY SECTION

V i l l a g e o f R o y a l P a l m B e a c h , F l o r i d a
1050 Royal Palm Beach Boulevard Royal Palm Beach, Florida 33411
Telephone (561) 790-5112 Fax (561) 790-5174 E-mail: salmeida@royalpalmbeachfl.gov

Department of Finance
Sharon Almeida, CGFO, Director

March 13, 2024

Mayor Fred Pinto
Vice Mayor Jan Rodusky
Councilman Jeff Hmara
Councilwoman Selena Samios
Councilman Richard Valuntas

The Honorable Mayor, Village Council and Residents of the Village of Royal Palm Beach:

State law requires that all general-purpose local governments publish within nine months of the close of each fiscal year a complete set of financial statements presented in conformity with U.S. generally accepted accounting principles (GAAP) and audited in accordance with U.S. generally accepted auditing standards and Government Auditing Standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of the Village of Royal Palm Beach for the fiscal year ended September 30, 2023.

This report consists of management's representations concerning the finances of the Village of Royal Palm Beach. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Village of Royal Palm Beach has established a comprehensive internal control framework that is designed both to protect the Village assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Village of Royal Palm Beach's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Village of Royal Palm Beach's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Village of Royal Palm Beach's financial statements have been audited by Marcum LLP a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Village of Royal Palm Beach for the fiscal year ended, September 30, 2023 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering unmodified opinions that the Village of Royal Palm Beach's financial statements for the fiscal year ended September 30, 2023, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

NOTE 6 – PENSION PLANS (CONTINUED)

STATE OF FLORIDA RETIREMENT SYSTEM (CONTINUED)

Summary of Significant Accounting Policies (continued)

At September 30, 2023, the Village reported a liability of $8,017,991 and $2,975,459 for its proportionate share of the net pension liability of FRS and HIS, respectively. The net pension liability of each plan was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by actuarial valuations as of July 1, 2023. The Village's proportion of the net pension liability was based on a projection of the Village's long-term share of contributions to the pension plan relative to the projected contributions of all participating governments, as actuarially determined. At June 30, 2023, the Village's FRS proportionate share was 0.0002012 percent. The HIS proportionate share was 0.0001873 percent at June 30, 2023.

At September 30, 2023, the Village reported deferred outflows and inflows of resources related to the FRS pension from the following sources:

	FRS	
	Deferred Outflows	Deferred Inflows
Differences between expected and actual experience	$ 752,820	$ --
Changes in assumptions	522,679	--
Net difference between projected and actual investment earnings on pension plan investments	334,853	--
Changes in proportion and differences between Village contributions and proportionate share of contributions	71,509	147,184
Village contributions subsequent to the measurement date	289,627	--
Total	$ 1,971,488	$ 147,184

NOTE 6 – PENSION PLANS (CONTINUED)

STATE OF FLORIDA RETIREMENT SYSTEM (CONTINUED)

Summary of Significant Accounting Policies (continued)

At September 30, 2023, the Village reported net deferred outflows and inflows of resources related to the HIS pension from the following sources:

	HIS	
	Deferred Outflows	Deferred Inflows
Differences between expected and actual experience	$ 43,559	$ 6,984
Changes in assumptions	78,224	257,834
Net difference between projected and actual investment earnings on pension plan investments	1,537	--
Changes in proportion and differences between Village contributions and proportionate share of contributions	29,716	114,352
Village contributions subsequent to the measurement date	40,352	--
Total	$ 193,388	$ 379,170

Deferred outflows of resources related to FRS and HIS pensions of $329,979 resulting from Village contributions subsequent to the measurement date of June 30, 2023 will be recognized as a reduction of the net pension liability in the year ending September 30, 2024. Other amounts reported as deferred inflows and outflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending September 30,	FRS Amount	HIS Amount
2024	$ 215,245	$ (43,493)
2025	(89,010)	(34,832)
2026	1,284,278	(44,927)
2027	95,627	(62,746)
2028	28,537	(35,111)
Thereafter	--	(5,025)
Total	$ 1,534,677	$ (226,134)

NOTE 6 – PENSION PLANS (CONTINUED)

ACTUARIAL ASSUMPTIONS

The total pension liability for FRS and HIS in the most recent actuarial valuations was determined using the following actuarial assumptions, applied to all periods included in the measurement:

	FRS	HIS
Valuation date	July 1, 2023	July 1, 2022
Measurement date	June 30, 2023	June 30, 2023
Actuarial cost method	Individual Entry Age	Individual Entry Age
Amortization method	Level percent of pay, closed	Level percent of pay, closed
Equivalent single amortization period	30 years	30 years
Asset valuation method	5-year smoothed	Fair Market value
Discount rate	6.7%	3.65%
Inflation	2.4%	2.4%
Salary increases, including inflation	3.25%	3.25%
Long-term expected rate of return, net of of investment expenses	6.7%	N/A
Municipal bond rate	N/A	3.54%
Cost of living adjustments	3.00% pre-July 2011; 0% thereafter	N/A
Mortality rates	Mortality rates PUB-2010 base table with Scale MP-2018	Mortality rates PUB-2010 base table with Scale MP-2018

The actuarial assumptions that determined the total pension liability as of June 30, 2023, were based on certain results of an actuarial experience study of the FRS for the period July 1, 2013 to June 30, 2018.

LONG-TERM EXPECTED RATE OF RETURN

The long-term expected rate of return on FRS investments was determined using a building block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation

NOTE 6 – PENSION PLANS (CONTINUED)

LONG-TERM EXPECTED RATE OF RETURN (CONTINUED)

percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class are as follows:

Asset Class	Target Allocation [1]	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	2.9%	2.9%	1.1%
Fixed income	19.8%	4.5%	4.4%	3.4%
Global equity	54.0%	8.7%	7.1%	18.1%
Real estate (property)	10.3%	7.6%	6.6%	14.8%
Private equity	11.1%	11.9%	8.8%	26.3%
Strategic investments	3.8%	6.3%	6.1%	7.7%
	100%			
Assumed inflation-Mean			2.4%	1.4%

Note: [(1)] As outlined in the Plan's investment policy

DISCOUNT RATE

The discount rate used to measure the total pension liability of FRS at June 30, 2023 was 6.70% for FRS and 3.65% for HIS. The FRS discount rate was based on the expected rate of return on FRS investments. The HIS discount rate was based on the municipal bond rate. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rates and that member contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. Based on those assumptions, the fiduciary net position of FRS was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on investments of FRS was applied to all periods of projected benefit payments to determine the projected total pension liability. Because the HIS uses a pay-as-you-go funding structure, a municipal bond rate of 3.65% was used to determine the total pension liability.

<u>Sensitivity of the Village's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate</u>: The following table presents the Village's proportionate share of the net pension liability of FRS and HIS at September 30, 2023, calculated using the current discount rate, as well as what the Village's proportionate share of the net pension liability

NOTE 6 – PENSION PLANS (CONTINUED)

DISCOUNT RATE

would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

FRS			HIS		
1.0% Decrease (5.70)%	Current Discount Rate (6.70)%	1.0% Increase (7.70)%	1.0% Decrease (2.65)%	Current Discount Rate (3.65)%	1.0% Increase (4.65)%
$ 13,696,362	$ 8,017,991	$ 3,267,355	$ 3,394,534	$ 2,975,459	$ 2,628,074

PENSION PLAN FIDUCIARY NET POSITION:

Detailed information about the fiduciary net position of FRS and HIS are available in a separately issued financial report, which is available on the Publications page of the Division of Retirement's website at www.frs.myflorida.com or in writing to the Research and Education Section at P.O. Box 9000, Tallahassee, Florida, 32315-9000 or by calling toll free 877-377-1737 or 850-488-5706.

PAYABLES TO FRS

There were no amounts payable to FRS by the Village at September 30, 2023.

DEFINED CONTRIBUTION PENSION PLAN

The Village provides pension benefits through a defined contribution plan, the General Employees Pension Trust Fund, administered by the Village for full-time employees that chose to remain in the Plan after it was closed on September 30, 2008. The Plan was established by Village Ordinance and may be amended in the same manner.

In July 2008, the Village amended its defined contribution pension plan to close the plan to new employees as of October 1, 2008, and require new employees to participate in the Florida Retirement System. In addition, the amendment provided for a one-time election for existing plan members to terminate their membership in the existing plan and use their accumulated monies to become a member of the Florida Retirement System and purchase past service in that plan. The amendment also allowed certain plan members to rollover monies from other qualified plans to purchase additional past service credits. At September 30, 2023, there were three active plan members.

NOTE 6 – PENSION PLANS (CONTINUED)

DEFINED CONTRIBUTION PENSION PLAN (CONTINUED)

In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees were eligible to participate after completion of one year of continuous service and attainment of the age of 18. The Village makes monthly contributions to the plan equal to 5% of each participant's total earnings. In addition, participants may contribute up to 5% of their total earnings and the Village will match this contribution. Each participant's interest in their accrued benefits from employer contributions, investment earnings, and forfeitures is vested at 20% after two years of credited service and 20% for each additional year of service. Contributions made by the Village and plan members for the fiscal year ended September 30, 2023, amounted to $21,023 and $10,511, respectively. The Village's pension trust fund uses the accrual basis of accounting. Employer and plan member contributions are recognized in the period that the contributions are due. Plan investments in mutual funds are reported at fair value and investments in the guaranteed interest account are reported at contract value, which approximates fair value. The investments are valued based on the last reported sales price of mutual fund shares traded on a national exchange. The plan holds no securities issued by the Village.

PLAN DESCRIPTION

On December 19, 2002, the Village established the Police Pension Trust Fund, a single-employer, defined benefit pension plan, for the benefit of the Village of Royal Palm Beach Police Officers. The Plan covered substantially all full time Police personnel through September 30, 2006. During 2006, the Village voted to contract with Palm Beach County for police services and all Village police officers joined Palm Beach County's Sheriff Department as of October 1, 2006. In addition, the Village amended the Plan to allow police officers the option to opt out of the current Plan and join the County's retirement plan or remain in the Village's Plan. All but six Plan members opted out of the Plan. In August 2008, the Village amended the Plan to provide for retirement after 16 years of service, a pension benefit of 2.5% per year of credited service and the creation of a share plan to be funded exclusively with Chapter 185 premium tax receipts received from the State. In conjunction with this amendment, the remaining six plan members retired and the Plan purchased annuities for each of these members to satisfy all future pension obligations under the amended Plan.

The Plan administrator is the Florida Municipal Pension Trust Fund which provides employee pension plans with administrative and investment services.

NOTE 6 – PENSION PLANS (CONTINUED)

PLAN DESCRIPTION (CONTINUED)

Pursuant to Chapter 185 of the Florida Statutes, a premium tax on certain insurance contracts written on properties in the Village is collected by the State and remitted to the Village for Police pensions. The Plan is closed to new members and the only activity after September 30, 2008, is receipt of the Chapter 185 funds from the State and the distribution of those funds to the six retired Plan members over their lifetimes.

BASIS OF ACCOUNTING

The Plan's financial statements are prepared using the accrual basis of accounting. Since all Plan members retired in fiscal year 2008, there are no employer or employee contributions. The only future contributions will be from the State of Florida which are recognized when due. Benefits are recognized when due and payable in accordance with the terms of the Plan.

FUNDING POLICY

The Village Council is authorized to establish benefit levels. Pursuant to Florida Statutes, Chapter 185, the State collects a tax on insurance premiums for property and casualty coverage and annually remits a contribution for the Plan. Contribution requirements by the State are established and may only be amended by State statute. Administrative costs of the Police pension plan are paid from State contributions.

ACTUARIAL AND TREND INFORMATION

Since all Plan members retired during the 2008 fiscal year and the future retirement obligations were completely funded by annuities purchased for each retiree, there is no actuarial or trend information. The Plan is effectively a defined contribution plan from that point forward as benefits paid out will be determined by the amount of State contributions received.

A separate stand-alone financial report is not prepared for the General Employees Pension Trust Fund or the Police Pension Trust Fund and, accordingly, a statement of net position and statement of changes in net position for each Plan at September 30, 2023, and for the fiscal year then ended is available in the accompanying combining and individual fund financial statements.

NOTE 6 – PENSION PLANS (CONTINUED)

ACTUARIAL AND TREND INFORMATION (CONTINUED)

For the year ended September 30, 2023, the Village recognized an increase in pension expense of $1,620,054 as the result of GASB Statement No. 68. Deferred outflows and inflows of resources and Net Pension Liability related to pensions are as follows:

	FRS Pension	HIS Pension	Total Pension
Deferred outflows	$ 1,971,488	$ 193,388	$ 2,164,876
Deferred inflows	$ (147,184)	$ (379,170)	$ (526,354)
Net pension liability	$ (8,017,991)	$ (2,975,459)	$ (10,993,450)
Pension expense (income)	$ 641,643	$ 978,411	$ 1,620,054

NOTE 7 – POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS

DESCRIPTION OF THE PLAN

The Village administers a single-employer defined benefit health care plan (the "OPEB Plan") that provides health care benefits to eligible retired employees and their beneficiaries. The Village Council has the authority to establish and amend the premiums for and the benefit provisions of the OPEB Plan. The OPEB Plan is financed on a "pay-as-you-go" basis and is not administered as a formal qualifying trust. The OPEB Plan does not issue a publicly available financial report.

The Village is required by Florida Statute 112.0801 to allow retirees to buy healthcare coverage at the same group insurance rates that current employees are charged, resulting in an *implicit* healthcare benefit. The State of Florida prohibits the OPEB Plan from separately rating retirees and active employees. The OPEB Plan therefore charges both groups an equal, blended rate premium. Although both groups are charged the same blended rate premium, GAAP requires the actuarial figures to be calculated using age adjusted premiums approximating claim costs for retirees separate from active employees. The use of age adjusted premiums results in the addition of the implicit rate subsidy into the actuarial accrued liability. OPEB Plan members receiving benefits contribute 100% of the monthly premium ranging from a minimum of $889 for single coverage to a maximum of $1,618 for single plus spousal coverage.

NOTE 7 – POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

PLAN MEMBERSHIP

Membership in the OPEB Plan was comprised of the following at October 1, 2021, the date of the latest actuarial valuation:

Active employees	95
Retirees and beneficiaries receiving benefits	--
Inactive employees not yet receiving benefits	--
Total Members	95

TOTAL OPEB LIABILITY

The Village's total OPEB liability of $727,548 was measured as of September 30, 2023, and was determined by an actuarial valuation as of October 1, 2021. The OPEB liability has historically been and will continue to be liquidated primarily by the General Fund.

Actuarial Methods and Significant Assumptions: The actuarial methods and significant assumptions used to determine the Village's total OPEB liability for the current year are summarized as follows:

Valuation Date	October 1, 2021
Actuarial cost method	Entry age, normal
Post-retirement benefit increase	None
Health care cost trend rates	8.00% per year initially, reduced annually by .50% to an ultimate rate of 5.00%
Amortization method	Level percent of projected salary – closed
Actuarial Assumptions:	
Discount rate	4.91%[(2)]
Projected salary increases	3.0%
Amortization	
Method	Average of expected future working lifetime of the active group
Remaining amortization period	13 years
Mortality rates	PUB-2010 Mortality Table with generational improvements using Scale MP-2020

(1) The plan is funded on a pay-as-you-go basis and is not administered as a formal qualifying trust. There were no plan assets as of September 30, 2023.

NOTE 7 – POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

TOTAL OPEB LIABILITY (CONTINUED)

(2) Since there are currently no invested plan assets held in trust to finance the OPEB obligation, the discount rate is the long-term expected rate of return on tax-exempt, high quality municipal bonds based on the *Bond Buyer 20-Bond GO Index*.

CHANGES IN THE TOTAL OPEB LIABILITY

The changes in the total OPEB liability were as follows for the fiscal year ended September 30, 2023:

Total OPEB Liability at October 1, 2022	$ 696,991
Changes for the Current Year	
Service cost	47,392
Interest	35,432
Demographic experience changes	--
Assumption changes	(6,226)
Benefit payments	(46,041)
Net Change	30,557
Total OPEB Liability at September 30, 2023	$ 727,548

CHANGES OF ASSUMPTIONS

Since prior year, the discount rate was increased from 4.77% to 4.91% per annum.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate: The following table presents the total OPEB liability of the Village calculated using the current discount rate of 4.91%, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (3.91%) or one percentage point higher (5.91%) than the current rate:

	1.0% Decrease (3.91)%	Current Discount Rate (4.91)%	1.0% Increase (5.91)%
Total OPEB Liability	$ 782,643	$ 727,548	$ 677,287

NOTE 7 – POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

CHANGES OF ASSUMPTIONS (CONTINUED)

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate: The following table presents the total OPEB liability of the Village calculated using the current healthcare cost trend rate of 8.0%, as well as what the total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower (7.0% decreasing to 4.0%) or one percentage point higher (9.0% decreasing to 6.0%) than the current rate:

	1.0% Decrease (7.0% decrease to 4%)	Healthcare Cost Trend Rates (8.0% decreasing to 5%)	1.0% Increase (9.0% decreasing to 6%)
Total OPEB Liability	$ 647,044	$ 727,548	$ 822,776

OPEB EXPENSE AND DEFERRED INFLOWS/OUTFLOWS OF RESOURCES RELATED TO OPEB

For the fiscal year ended September 30, 2023, the Village recognized OPEB expense of $653. At September 30, 2023, the Village reported deferred outflows/inflows of resources related to OPEB from the following sources:

Description	Deferred Outflows	Deferred Inflows
Changes in assumptions	$ 1,231	$ 276,879
Differences between expected and actual experience	103,829	102,921
Total	$ 105,060	$ 379,800

Amounts reported as deferred outflows/inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending September 30	Amount
2024	$ (36,100)
2025	(36,100)
2026	(36,100)
2027	(36,489)
2028	(36,505)
Thereafter	(93,446)
Total	$ (274,740)

NOTE 8 – COMMITMENTS AND CONTINGENCIES

LITIGATION

The Village is a defendant in various lawsuits arising in the ordinary course of normal operations. Although the ultimate outcome of these lawsuits cannot be determined at the present time, it is the opinion of management based upon consultation with legal counsel, that the outcome of these actions will not materially affect the financial position of the Village.

CONSTRUCTION COMMITMENTS

The Village has several uncompleted construction contracts for improvements to Village facilities. The capital improvement projects are being funded primarily from accumulated funds in the Capital Improvements Fund, the Impact Fee Capital Projects Fund, and the Local Discretionary Sales Surtax Fund. At September 30, 2023, the remaining commitments are summarized as follows:

	Contract Amounts	Approved Payments	Retainage Payable	Remaining Commitments
Governmental capital improvements	$ 17,731,877	$ 14,160,040	$ 745,266	$ 2,826,571

FIRE PROTECTION AND EMERGENCY MEDICAL SERVICES CONTRACT

In accordance with the terms of interlocal agreements with Palm Beach County, the Village sold two fire stations to the County. In the event the Village no longer utilizes County Fire Rescue services, the Village would be required to repurchase these stations at an amount equal to the tax assessed value for the properties for the year in which the opt out occurs.

NOTE 9 – GENERAL EMPLOYEES PENSION TRUST FUND AND THE POLICE PENSION TRUST FUND

A statement of net position and statement of changes in net position for each Plan at September 30, 2023, and for the fiscal year then ended, are presented as follows:

Statement of Net Position

	GE Pension Trust Fund	Pension Trust Fund	Total
Assets			
Cash	$ --	$ 100,020	$ 100,020
Investments			
Mutual funds	2,248,133	--	2,248,133
Guaranteed interest account	446,700	--	446,700
Total Assets	$ 2,694,833	$ 100,020	$ 2,794,853
Net Position			
Net position restricted for pension benefits	$ 2,694,833	$ 100,020	$ 2,794,853

Statement of Changes in Net Position

	GE Pension Trust Fund	Police Pension Trust Fund	Total
Additions			
Contributions:			
Employer	$ 20,482	$ --	$ 20,482
Employee	10,511	--	10,511
State	--	471,790	471,790
Total Contributions	30,993	471,790	502,783
Investment Income			
Net appreciation in fair value of plan assets	347,720	25	347,745
Interest and dividend income	30,569	--	30,569
Net Investment Income	378,289	25	378,314
Total Additions	409,282	471,815	881,097
Deductions			
Distributions to plan participants	70,151	449,863	520,014
Administrative expenses	2,067	1,933	4,000
Total Deductions	72,218	451,796	524,014
Change in Net Position	337,064	20,019	357,083
Net Position Restricted for Pension Benefits - Beg.	2,357,769	80,001	2,437,770
Net Position Restricted for Pension Benefits - End of Year	$ 2,694,833	$ 100,020	$ 2,794,853

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF ROYAL PALM BEACH, FLORIDA

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022)

	2023				2022
	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)	Actual
Revenue					
Ad valorem taxes					
Current	$ 7,015,344	$ 7,015,344	$ 7,096,919	$ 81,575	$ 6,258,259
Delinquent	10,000	10,000	4,932	(5,068)	3,021
Total revenue	7,025,344	7,025,344	7,101,851	76,507	6,261,280
Franchise fees					
Electricity	1,587,403	1,787,403	2,844,991	1,057,588	2,524,353
Water	766,069	766,069	1,075,861	309,792	905,830
Gas	24,000	24,000	39,768	15,768	29,081
Solid waste	151,093	151,093	287,735	136,642	222,725
Total franchise fees	2,528,565	2,728,565	4,248,355	1,519,790	3,681,989
Utility service taxes					
Electricity	2,939,301	2,939,301	3,653,344	714,043	3,137,453
Water	832,962	832,962	719,077	(113,885)	685,615
Gas	103,000	103,000	125,635	22,635	124,005
Telecommunications	919,375	919,375	1,076,958	157,583	997,232
Total utility services taxes	4,794,638	4,794,638	5,575,014	780,376	4,944,305
Business taxes	511,687	511,687	784,136	272,449	780,814
Licenses and permits					
Building permits	788,561	788,561	1,297,585	509,024	1,320,798
Site plan fees	174,000	174,000	412,450	238,450	352,978
Total licenses and permits	962,561	962,561	1,710,035	747,474	1,673,776
Intergovernmental revenue					
Grants	194,000	194,000	357,726	163,726	200,577
State revenue sharing	1,465,324	1,465,324	2,037,742	572,418	1,953,737
Alcoholic beverage license	16,000	16,000	18,039	2,039	20,649
Half-cent sales tax	3,438,285	3,438,285	4,359,351	921,066	4,046,225
Motor fuel tax rebate	4,000	4,000	5,660	1,660	5,066
Local option gas tax	797,828	797,828	819,912	22,084	746,163
Business tax	80,564	80,564	101,879	21,315	86,849
Recycling program	10,000	10,000	--	(10,000)	19,792
Total intergovernmental revenue	6,006,001	6,006,001	7,700,309	1,694,308	7,079,058

(Continued)

See notes to budgetary comparison schedule.

VILLAGE OF ROYAL PALM BEACH, FLORIDA

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND (CONTINUED)

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022)

	2023				2022
	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)	Actual
Charges for services					
Zoning fees	$ 10,000	$ 10,000	$ 7,140	$ (2,860)	$ 13,875
Certification, copying and research	75,100	75,100	63,789	(11,311)	88,012
Lot mowing and clearing	500	500	80	(420)	80
Program activity fees	293,000	293,000	418,968	125,968	351,081
Total charges for services	378,600	378,600	489,977	111,377	453,048
Fines and forfeitures					
Court fines	25,000	25,000	59,207	34,207	44,261
Police education fees	2,500	2,500	4,147	1,647	3,548
Other fines and forfeitures	399,000	399,000	304,491	(94,509)	497,031
Total fines and forfeitures	426,500	426,500	367,845	(58,655)	544,840
Miscellaneous					
Investment earnings (loss)	103,000	103,000	2,299,293	2,196,293	(3,393,738)
Rents and royalties	830,596	830,596	1,222,867	392,271	1,195,975
Sale of surplus materials/ capital assets	17,000	17,000	411,489	394,489	84,344
Insurance recoveries	10,000	10,000	33,839	23,839	34,223
Contributions and donations	2,000	2,000	8,291	6,291	8,057
Other miscellaneous revenue	209,500	209,500	316,218	106,718	442,150
Total Miscellaneous	1,172,096	1,172,096	4,291,997	3,119,901	(1,628,989)
Total Revenue	$ 23,805,992	$ 24,005,992	$ 32,269,519	$ 8,263,527	$ 23,790,121

(Continued)

See notes to budgetary comparison schedule.

VILLAGE OF ROYAL PALM BEACH, FLORIDA

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND (CONTINUED)

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022)

	2023				2022
	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)	Actual
Expenditures					
General Government					
Legislative - Council					
Personnel services	$ 172,265	$ 172,265	$ 171,603	$ 662	$ 154,059
Operating expenditures	160,578	160,578	139,031	21,547	140,963
Total legislative - council	332,843	332,843	310,634	22,209	295,022
Executive					
Personnel services	1,651,482	1,651,482	1,704,538	(53,056)	1,377,702
Operating expenditures	404,930	476,430	303,373	173,057	331,681
Total executive - council	2,056,412	2,127,912	2,007,911	120,001	1,709,383
Finance and administrative					
Personnel services	761,804	761,804	685,334	76,470	646,862
Operating expenditures	250,011	250,011	150,307	99,704	237,231
Total finance and administrative	1,011,815	1,011,815	835,641	176,174	884,093
Information Systems					
Personnel services	695,922	695,922	694,396	1,526	652,572
Operating expenditures	620,349	620,349	447,444	172,905	456,965
Total information systems	1,316,271	1,316,271	1,141,840	174,431	1,109,537
Legal					
Operating expenditures	395,000	395,000	361,755	33,245	358,877
Non-departmental					
Utility services	1,106,652	1,306,652	1,295,019	11,633	1,211,171
Insurance	1,053,596	1,053,596	1,015,896	37,700	946,425
Other	197,625	197,625	166,092	31,533	165,008
Total non-departmental	2,357,873	2,557,873	2,477,007	80,866	2,322,604
Total General Government	7,470,214	7,741,714	7,134,788	606,926	6,679,516

(Continued)

See notes to budgetary comparison schedule.

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND (CONTINUED)

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022)

	2023				2022
	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)	Actual
Public Safety					
Law enforcement					
Operating expenditures	$ 8,595,745	$ 8,600,086	$ 8,600,336	$ (250)	$ 8,262,721
Capital outlay	--	--	--	--	--
Total law enforcement	8,595,745	8,600,086	8,600,336	(250)	8,262,721
Community Development					
Personnel services	1,245,659	1,245,659	1,256,139	(10,480)	1,200,377
Operating expenditures	131,348	131,348	93,080	38,268	91,753
Total community development	1,377,007	1,377,007	1,349,219	27,788	1,292,130
Total Public Safety	9,972,752	9,977,093	9,949,555	27,538	9,554,851
Physical Enviornment					
Engineering					
Personnel services	1,074,730	1,074,730	1,116,820	(42,090)	1,055,833
Operating expenditures	104,624	104,624	47,740	56,884	40,950
Total Engineering	1,179,354	1,179,354	1,164,560	14,794	1,096,783
Public Works					
Personnel services	2,113,538	2,113,538	1,831,439	282,099	1,769,802
Operating expenditures	920,139	920,139	1,038,629	(118,490)	888,365
Capital outlay	--	--	--	--	7,643
Total Public Works	3,033,677	3,033,677	2,870,068	163,609	2,665,810
Total Physical Enviornment	4,213,031	4,213,031	4,034,628	178,403	3,762,593

(Continued)

See notes to budgetary comparison schedule.

VILLAGE OF ROYAL PALM BEACH, FLORIDA

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND (CONTINUED)

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022)

	2023				2022
	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)	Actual
Culture and Recreation					
Personnel services	$ 4,018,754	$ 4,018,754	$ 3,464,470	$ 554,284	$ 3,169,405
Operating expenditures	2,057,271	2,057,271	1,778,839	278,432	1,490,989
Capital outlay	43,500	43,500	--	43,500	--
Total Culture and Recreation	6,119,525	6,119,525	5,243,309	876,216	4,660,394
Total Expenditures	27,775,522	28,051,363	26,362,280	1,689,083	24,657,354
Other Financing Uses					
Transfers in	2,500,000	2,500,000	2,500,000	--	--
Transfers out	(1,000,000)	(1,000,000)	(6,200,000)	(5,200,000)	(1,500,000)
Total Other Financing Uses	1,500,000	1,500,000	(3,700,000)	(5,200,000)	(1,500,000)
Revenue Over (Under) Expenditures and Other Financing Uses	$ (2,469,530)	$ (2,545,371)	$ 2,207,239	$ 4,752,610	$ (2,367,233)

See notes to budgetary comparison schedule.

NOTE 1 – BUDGETARY ACCOUNTING

BUDGETS

The Village is legally required to adopt a budget only for the General Fund. This budget is prepared on the modified accrual basis of accounting. Unencumbered appropriations lapse at fiscal year end. State on-behalf payments for the police pension are not budgeted. The Village does not adopt a budget for its Impact Fee Capital Projects Fund.

Changes or amendments to the total budgeted expenditures of the Village or total departmental expenditures must be approved by the Village Council; however, changes within a department that do not affect the total departmental expenditures may be approved by the Village Manager. Accordingly, the legal level of control is at the department level.

The Village has complied with the Florida Statute requirement that budgets be in balance. The budgeted expenditures reflected in the accompanying financial statements exceed revenue by the amounts budgeted from beginning fund balance.

ENCUMBRANCES

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed as part of the budgetary accounting system in the General Fund. Encumbrances outstanding at year end, if any, are reported as committed or assigned fund balance since they do not constitute expenditures or liabilities. For budgetary purposes current year encumbrances, if any, are treated as expenditures. Encumbrances lapse at year end. However, encumbrances that relate to capital outlay are reappropriated in the subsequent year.

NOTE 2 - BUDGET AND ACTUAL COMPARISONS

The adopted budgets are prepared on the modified accrual basis of accounting in accordance with GAAP, except that the State of Florida on-behalf payments to the Village for the police pension plan are not budgeted. In addition, insurance recoveries and proceeds from the sale of capital assets are budgeted as miscellaneous revenue. As a result, General Fund revenue and expenditures reported in the budgetary comparison schedule differ from the revenue and expenditures reported on the GAAP basis and can be reconciled as follows:

	Revenue	Expenditures
Budgetary Basis	$ 32,269,519	$ 26,362,280
State on-behalf pension payments	471,790	471,790
Insurance recoveries	(33,839)	--
Proceeds from sale of capital assets	(411,489)	--
GAAP Basis	$ 32,295,981	$ 26,834,070

VILLAGE OF ROYAL PALM BEACH, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE VILLAGE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY FLORIDA RETIREMENT SYSTEM (FRS) PENSION PLAN

	Measurement Date June 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Village's proportion of the net pension liability	0.020122028%	0.020574733%	0.020783556%	0.020730555%	0.019983101%	0.019930033%	0.020504108%	0.019904538%	0.019853481%	0.018714460%
Village's proportionate share of the net pension liability	$ 8,017,991	$	$	$	$	$	$	$	$	$
Village covered payroll	$ 6,758,000	$	$	$	$	$	$	$	$	$
Village's proportionate share of the net pension liability as a percentage of Village covered payroll	118.64% 7,655,454	111.38% 1,569,961	23.12% 8,984,928	128.08% 6,881,902	103.72% 6,003,029	92.01% 6,064,977	95.44% 5,025,911	86.05% 2,564,343	46.94% 1,141,857	21.68%
Plan fiduciary net position as a percentage of the total pension liability	6,873,000 82.38%	6,794,000 82.89%	7,015,000 96.40%	6,635,000 78.80%	6,461,000 82.60%	6,355,000 84.30%	5,841,000 83.90%	5,463,000 84.90%	5,268,000 92.00%	96.10%

Note: The above schedule is intended to compile ten years of data.

VILLAGE OF ROYAL PALM BEACH, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE VILLAGE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
FLORIDA RETIREE HEALTH INSURANCE SUBSIDY (HIS) TRUST FUND

	Measurement Date June 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Village's proportion of the net pension liability	0.018735574%	0.019293505%	0.019175861%	0.020169162%	0.019828574%	0.019779122%	0.019930053%	0.018916681%	0.018008213%	0.017729512%
Village's proportionate share of the net pension liability	$ 2,975,459	$	$	$	$	$	$	$	$	$
Village covered payroll	$ 6,758,000	$	$	$	$	$	$	$	$	$
Village's proportionate share of the net pension liability as a percentage of Village covered payroll	44.03% 2,043,490	29.73% 2,352,208	34.62% 2,462,622	35.11% 2,218,619	33.44% 2,093,444	32.40% 2,131,013	33.53% 2,204,661	37.74% 1,836,554	33.62% 1,657,753	31.47%
Plan fiduciary net position as a percentage of the total pension liability	6,873,000 4.12%	6,794,000 4.81%	7,015,000 3.56%	6,635,000 2.60%	6,461,000 2.10%	6,355,000 1.60%	5,841,000 1.00%	5,463,000 0.50%	5,268,000 0.50%	1.00%

Note: The above schedule is intended to compile ten years of data.

VILLAGE OF ROYAL PALM BEACH, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF VILLAGE CONTRIBUTIONS
FLORIDA RETIREMENT SYSTEM AND HIS PLANS

	Fiscal Year									
September 30,	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Florida Retirement System (FRS) Pension Plan										
Contractually required Village contribution	$ 1,113,998	$ 877,961	$ 791,764	$ 716,995	$ 634,034	$ 576,619	$ 522,127	$ 500,767	$ 480,540	$ 432,730
Contributions in relation to the contractually required Village contribution	1,113,998	877,961	791,764	716,995	634,034	576,619	522,127	500,767	480,540	432,730
Contribution deficiency (excess)	$ --	$	$	$	$	$	$	$	$	$
Village covered payroll	$ 6,795,000	$	$	$	$	$	$	$	$	$
Contributions as a percentage of Village covered payroll	16.39% --	12.74% --	11.59% --	10.22% --	9.42% --	8.93% --	8.38% --	8.43% --	8.71% --	8.18%
	6,891,000	6,830,000	7,014,000	6,731,000	6,460,000	6,231,000	5,938,000	5,518,000	5,292,000	
Florida Retiree Health Insurance Subsidy (HIS) Trust Fund										
Contractually required Village contribution	$ 148,128	$ 116,742	$ 112,716	$ 116,239	$ 111,687	$ 107,260	$ 103,430	$ 98,587	$ 75,375	$ 63,275
Contributions in relation to the contractually required Village contribution	148,128	116,742	112,716	116,239	111,687	107,260	103,430	98,587	75,375	63,275
Contribution deficiency (excess)	$ --	$	$	$	$	$	$	$	$	$
Village covered payroll	$ 6,795,000	$	$	$	$	$	$	$	$	$
Contributions as a percentage of Village covered payroll	2.18% --	1.69% --	1.65% --	1.66% --	1.66% --	1.66% --	1.66% --	1.66% --	1.37% --	1.20%
	6,891,000	6,830,000	7,014,000	6,731,000	6,460,000	6,231,000	5,938,000	5,518,000	5,292,000	

Net cash provided by non-capital and related financing activities

Note: The above schedule is intended to compile ten years of data.

VILLAGE OF ROYAL PALM BEACH, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS

	Measurement Date September 30,					
	2023	2022	2021	2020	2019	2018
Total OPEB Liability						
Service cost	$ 47,392	$ 48,534	$ 81,017	$ 84,833	$ 65,751	$ 59,509
Interest	35,432	49,227	24,627	18,927	10,829	9,801
Demographic experience changes	--	(137,477)	16,283	184,164	--	--
Assumption changes	(6,226)	(230,502)	(36,185)	(127,906)	--	--
Benefit payments	(46,041)	(32,152)	(37,382)	(15,668)	--	--
Net Change in Total OPEB Liability	30,557	(302,370)	48,360	144,350	76,580	69,310
Total OPEB Liability - Beginning of Fiscal Year	696,991	999,361	951,001	806,651	730,071	660,761
Total OPEB Liability - End of Fiscal Year	$ 727,548	$ 696,991	$ 999,361	$ 951,001	$ 806,651	$ 730,071
Village Covered Employee Payroll	$ 6,010,181	$ 6,010,181	$ 5,435,763	$ 7,191,000	$ 6,899,000	$ 6,618,000
Total OPEB Liability as a Percentage of Village Covered Employee Payroll	12.1%	11.6%	18.4%	13.2%	11.7%	11.0%

Notes to Schedule:

The plan is funded on a pay-as-you-go basis and is not administered as a formal qualifying trust. There were no plan assets as of the date of the most recent valuation. Since there are currently no invested plan assets held in trust to finance the OPEB obligation, the discount rate is the long-term expected rate of return on tax-exempt, high quality municipal bonds based on the Bond Buyer 20-Bond GO Index.

Note: The above schedule is intended to compile ten years of data. Additional data will be compiled as information becomes available.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenue that is restricted to expenditure for particular purposes. The Village's nonmajor special revenue funds are as follows:

Recreation Facility Fund – To account for contributions received from local developers and businesses for the acquisition, improvement, expansion or implementation of parks and recreational facilities.

Community Beautification Fund – To account for contributions received from local developers to enhance the aesthetic landscape and visual perception of the Village.

CAPITAL PROJECTS FUNDS

Capital Improvements Fund – To account for the Village's general capital improvement program.

Impact Fee Capital Projects Fund – To account for the expenditure of impact fees on various capital improvement projects.

VILLAGE OF ROYAL PALM BEACH, FLORIDA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2023

	Special Revenue Funds		Capital Projects Funds		
	Recreation Facility Fund	Community Beautification Fund	Capital Improvements Fund	Impact Fee Capital Projects Fund	Total Nonmajor Governmental Funds
Assets					
Cash and cash equivalents	$ 359,328	$ 227,865	$ 1,917,352	$ 5,066,581	$ 7,571,126
Total Assets	$ 359,328	$ 227,865	$ 1,917,352	$ 5,066,581	$ 7,571,126
Liabilities and Fund Balances					
Liabilities					
Accounts payable	$ --	$ --	$ 398,907	$ 2,987	$ 401,894
Retainage payable	--	--	2,198	82,437	84,635
Total Liabilities	--	--	401,105	85,424	486,529
Fund Balances					
Restricted for capital projects	--	--	1,516,247	--	1,516,247
Committed for capital projects	--	--	--	4,981,157	4,981,157
Committed for recreation facilities	359,328	--	--	--	359,328
Committed for community beautification	--	227,865	--	--	227,865
Total Fund Balances	359,328	227,865	1,516,247	4,981,157	7,084,597
Total Liabilities and Fund Balances	$ 359,328	$ 227,865	$ 1,917,352	$ 5,066,581	$ 7,571,126

VILLAGE OF ROYAL PALM BEACH, FLORIDA

COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Special Revenue Funds		Capital Projects Funds		
	Recreation Facility Fund	Community Beautification Fund	Capital Improvements Fund	Impact Fee Capital Projects Fund	Total Nonmajor Governmental Funds
Revenue					
Miscellaneous:					
Investment earnings	$ 3,148	$ 1,749	$ 18,187	$ 14,098	$ 37,182
Impact fees	549,104	91,728	5,000	1,253,760	1,899,592
Total Revenue	552,252	93,477	23,187	1,267,858	1,936,774
Expenditures					
Current					
General government	--	--	76,203	--	76,203
Public works	--	245,006	182,160	--	427,166
Capital outlay	--	--	1,470,344	172,802	1,643,146
Total Expenditures	--	245,006	1,728,707	172,802	2,146,515
Revenue Over (Under) Expenditures	552,252	(151,529)	(1,705,520)	1,095,056	(209,741)
Other Financing Sources (Uses)					
Transfers in	--	--	2,500,000	3,700,000	6,200,000
Transfers out	--	--	--	--	--
Total Other Financing Sources (Uses)	--	--	2,500,000	3,700,000	6,200,000
Net Change in Fund Balances	552,252	(151,529)	794,480	4,795,056	5,990,259
Fund Balances, Beginning	(192,924)	379,394	721,767	186,101	1,094,338
Fund balances, Ending	$ 359,328	$ 227,865	$ 1,516,247	$ 4,981,157	$ 7,084,597

FIDUCIARY FUNDS

These funds are used to account for assets held in trust by the Village for pension benefits.

General Employees Pension Trust Fund - This fund was established to receive and invest Village and employee contributions in a defined contribution pension plan and to disburse them to employees in accordance with the Pension Plan Ordinance.

Police Pension Trust Fund - This fund was established in 2003 to receive and invest Village, State and Police employee contributions in a defined benefit pension plan and to disburse them to Police employees in accordance with the Pension Plan Ordinance.

VILLAGE OF ROYAL PALM BEACH, FLORIDA

COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS

SEPTEMBER 30, 2023

	General Employees Pension Fund	Police Pension Trust Fund	Total
Assets			
Cash	$ --	$ 100,020	$ 100,020
Investments			
Mutual funds	2,248,133	--	2,248,133
Guaranteed interest account	446,700	--	446,700
Total Assets	2,694,833	100,020	2,794,853
Net Position			
Net position restricted for pension benefits	$ 2,694,833	$ 100,020	$ 2,794,853

VILLAGE OF ROYAL PALM BEACH, FLORIDA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	General Employees Pension Trust Fund	Police Pension Trust Fund	Total
Additions			
Contributions			
Employer	$ 20,482	$ --	$ 20,482
Employee	10,511	--	10,511
State	--	471,790	471,790
Total Contributions	30,993	471,790	502,783
Investment earnings			
Net appreciation in fair value of plan assets	347,720	25	347,745
Interest and dividend income	30,569	--	30,569
Total Investment Income	378,289	25	378,314
Total Additions	409,282	471,815	881,097
Deductions			
Distributions to plan participants	70,151	449,863	520,014
Administrative expenses	2,067	1,933	4,000
Total Deductions	72,218	451,796	524,014
Change in Net Position	337,064	20,019	357,083
Net Position Restricted for Pension Benefits Beginning of Year	2,357,769	80,001	2,437,770
Net Position Restricted for Pension Benefits End of Year	$ 2,694,833	$ 100,020	$ 2,794,853

STATISTICAL SECTION

STATISTICAL SECTION

TABLE OF CONTENTS

This part of the Village of Royal Palm Beach's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village of Royal Palm Beach's overall financial health.

Contents **Page**

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

VILLAGE OF ROYAL PALM BEACH

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental Activities										
Net investment in capital assets	$ 67,253,260	$ 66,182,131	$ 82,344,700	$ 82,460,016	$ 83,534,506	$ 83,338,042	$ 82,470,935	$ 80,933,284	$ 85,506,364	$ 88,722,294
Restricted	125,642	128,583	123,721	1,978,001	4,088,102	6,084,401	6,823,535	8,612,003	8,171,566	5,034,847
Unrestricted	75,875,696	69,582,386	83,134,120	79,301,795	75,621,166	74,965,530	72,970,657	72,602,195	67,710,204	74,127,169
Total Governmental Activities Net Position	$ 143,254,598	$	$	$	$	$	$	$	$	$
Business-type Activities										
Net investment in capital assets	$ 1,462,328	$ 1,462,328	$ 112,328	$ 112,328	$ 112,328	$ 112,328	$ 112,328	$ 112,328	$ 112,328	$ 975,739
Unrestricted (deficit)	295,878 135,893,100	147,915 165,602,541	133,342 163,739,812	160,308 163,243,774	231,314 164,387,973	510,514 162,265,127	399,451 162,147,482	757,433 161,388,134	849,657 167,884,310	603,689
Total Business-type Activities Net Position	$ 1,758,206	$	$	$	$	$	$	$	$	$
Primary Government										
Net investment in capital assets	$ 68,715,588	$ 67,644,459	$ 82,457,028	$ 82,572,344	$ 83,646,834	$ 83,450,370	$ 82,583,263	$ 81,045,612	$ 85,618,692	$ 89,698,033
Restricted	125,642 1,610,243	128,583	123,721 272,636	1,978,001 343,642	4,088,102 622,842	6,084,401 511,779	6,823,535 869,761	8,612,003 961,985	1,579,428 8,171,566	5,034,847
Unrestricted	76,171,574	245,670 69,730,301	83,267,462	79,462,103	75,852,480	75,476,044	73,370,108	73,359,628	68,559,861	74,730,858
Total Primary Government Net Position	$ 145,012,804	$	$	$	$	$	$	$	$	$
	137,503,343	165,848,211	164,012,448	163,587,416	165,010,815	162,776,906	163,017,243	162,350,119	169,463,738	

VILLAGE OF ROYAL PALM BEACH

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Governmental activities:										
General government	$ 5,055,361	$ 5,077,561	$ 5,436,143	$ 5,863,876	$ 5,966,518	$ 6,456,215	$ 7,211,134	$ 5,919,803	$ 7,268,250	$ 7,984,311
Public safety	8,675,596	8,779,942	9,083,219	9,317,725	9,480,280	9,853,312	9,663,356	9,975,237	10,051,979	10,730,616
Physical enviornment	5,887,755	5,873,381	5,973,824	6,667,053	7,237,176	6,877,689	7,273,093	6,883,260	7,029,786	9,197,541
Culture and recreation	4,927,803	5,310,937	5,936,648	6,411,165	6,895,654	7,113,180	6,904,888	5,779,597	6,433,893	8,786,049
Interest on long-term debt	479,660									
Total governmental activities expenses	25,026,175	25,487,370	26,898,252	28,259,819	29,579,628	30,300,396	31,052,471	28,557,897	30,783,908	36,698,517
Business-type activities:										
Water and wastewater	--	--	354,802	--	--	--	--	--	--	--
Stormwater	445,549 670,174	468,418		--	--	--	--	--	--	
Total business-type activities expenses	670,174	737,943	1,163,665	771,144	833,234	888,386	1,166,192	749,309	1,004,900	1,165,653
Total Primary Government Expenses	$ 25,696,349	$	$	$	$	$	$	$	$	$
						1,166,192		1,004,900		
Program Revenue	737,943	808,863	771,144	833,234	888,386				1,165,653	
							749,309			
Governmental activities:										
Charges for services:										
General government	$ 831,766 26,225,315	$ 818,357 28,061,917	$ 668,106 29,030,963	$ 744,490 30,412,862	$ 685,627 31,188,782	$ 566,858 32,218,663	$ 519,356 29,307,206	$ 2,049,371 31,788,808	$ 2,170,473 37,864,170	$ 3,680,556
Public safety	1,425,309	1,705,893	1,755,132	1,424,655	1,955,000	1,870,694	1,751,453	322,743	544,840	367,845
Public works	5,360	3,440	5,200	5,995	745	480	800	640	--	80
Culture and recreation	831,774	902,784	885,528	821,920	944,934	976,771	652,271	1,023,911	1,547,056	1,641,835
Operating grants and contributions:										
General government	63,000	46,850	42,500	42,633	216,143	105,298	65,755	--	239,091	50,447
Public safety	252,448	266,018	306,237	306,793	329,939	364,344	384,122	121,455	--	--
Physical Enviornment	35,505	135,808	137,650	179,504	171,644	621,257	342,735	313,247	200,577	198,981
Culture and recreation	--	--	--	--	--	--	--	--	--	108,298
Capital grants and contributions:										
General government	11,838	14,919	184,082	344,148	162,615	337,958	94,375	--	--	4,632,011
Public safety	50,798	83,512	101,577	181,838	--	--	--	--	--	--
Physical Enviornment	221,395	323,938	29,194	997,245	1,590,025	1,094,562	755,034	--	1,002,254	--
Culture and recreation	114,159									
Total Governmental Activities Program Revenue	3,833,352	4,488,108	5,198,784	5,991,054	6,568,701	6,467,288	4,593,358	3,831,367	6,059,862	10,680,053
								355,571		
Business-type activities:										
Charges for services:		1,083,578								
Water and wastewater	186,589 --	--	941,833 --	512,029 --	529,066 --	27,557--	--	--	--	--
Stormwater	766,045						--		--	
Capital grants and contributions										
Stormwater	--	--	--	--	--	--	--	--	--	568,432
Total Business-type Activities Program Revenue	766,045	785,709	794,059	798,110	905,257	1,116,573	1,013,424	1,075,148	1,063,561	1,665,068
					1,116,573					
Total Primary Government Program Revenue	$ 785,709 4,599,397	$ 794,059	$ 798,110	$ 905,257	$	$ 1,013,424	$ 1,075,148	$ 1,063,561	$ 1,096,636	$

(Continued)

5,273,817	5,992,843	6,789,164	7,473,958	7,583,861	5,606,782	4,906,515	7,123,423	12,345,121	

VILLAGE OF ROYAL PALM BEACH

CHANGES IN NET POSITION (CONTINUED)

LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Net (Expense) Revenue										
Governmental activities	$ (21,192,823)	$ (20,999,262)	$ (21,699,468)	$ (22,268,765)	$ (23,010,927)	$ (23,833,108)	$ (26,459,113)	$ (24,726,530)	$ (24,724,046)	$ (26,018,464)
Business-type activities	95,871									
Total Primary Government Net Expense	$ (21,096,852)	$	$	$	$	$	$	$	$	$
General Revenue and Other Changes in Net Position	47,766	(369,606)	26,966	72,023	228,187	(152,768)	325,839	58,661	499,415	
Governmental activities:	(20,951,496)	(22,069,074)	(22,241,799)	(22,938,904)	(23,604,921)	(26,611,881)	(24,400,691)	(24,665,385)	(25,519,049)	
Taxes:										
Property taxes	$ 3,463,389	$ 3,766,974	$ 4,272,825	$ 4,658,932	$ 4,996,956	$ 5,278,156	$ 5,489,761	$ 5,972,737	$ 6,261,280	$ 7,101,851
Franchise fees	2,737,903	2,799,075	2,829,621	2,760,818	2,708,888	2,945,827	3,099,076	3,296,230	3,681,989	4,248,355
Utility service taxes	4,479,608	4,476,157	4,499,054	4,557,505	4,642,324	4,634,148	4,672,259	4,741,110	4,944,305	5,575,014
Business taxes	732,620	704,682	695,591	693,524	686,382	645,288	651,866	521,599	780,814	784,136
State shared revenue, unrestricted	4,234,389	4,620,757	4,883,138	6,893,200	7,752,017	7,950,246	7,421,874	9,313,803	11,091,441	11,655,033
Investment earnings	417,401	825,024	922,983	572,871	462,214	3,521,218	2,999,074	237,543	(3,374,524)	2,507,644
Miscellaneous	--	--	--	--	--	--	--	433,200	495,290	358,348
Gain on sale of capital assets	9,168	19,348	137,499	269,186	1,673,752	2,424	2,357	92,663	84,103	360,079
Transfers	--									
Total governmental activities	16,074,478	17,212,017 33,168,198	51,408,909	20,406,036	22,922,533	24,977,307	24,336,267	24,608,885	23,964,698	32,514,640
									(75,820)	
Business-type activities										
Investment earnings	604	327	--	--	--	18,913	9,605	43	1,463	10,108
Miscellaneous	--	--	--	--	32,100	32,100	32,100	32,100	32,100	32,100
Gain on sale of capital assets	--	--	32,173,231	--	--	--	--	--	--	--
Transfers	--		--							
Total business-type activities	636	604 (33,168,198)	(994,967)	--		51,013	41,705	32,143	33,563	118,028
Total Primary Government	$ 16,075,082	$	$	$	$	$	$	$	$	75,820 $
	--			-- 32,100	--	--	--	--		
Changes in Net Position										
Governmental activities	$ (5,118,345)	$ (3,787,245)	$ 29,709,441	$ (1,862,729)	$ (88,394)	$ 1,144,199	$ (2,122,846)	$ (117,645)	$ (759,348)	$ 6,496,176
Business-type activities	96,475		--							
	17,212,344	50,413,942	20,406,036	22,954,633	25,028,320	24,377,972	24,641,028	23,998,261	32,632,668	
Total Primary Government	$ (5,021,870)	$	$	$	$	$	$	$	$	$
		(1,364,573)								
	48,093			104,123	279,200	(111,063)	357,982	92,224	617,443	
			26,966		1,423,399					
	(3,739,152)	28,344,868	(1,835,763)			(2,233,909)		(667,124)	7,113,619	
							240,337			
				15,729						

VILLAGE OF ROYAL PALM BEACH

FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Nonspendable:										
Prepaid items	$ 155,949	$ 153,656	$ 154,156	$ 167,209	$ 181,935	$ 201,774	$ 225,702	$ 293,962	$ 252,225	$ 24,952
Restricted for:										
Police education	97,830	98,233	94,548	88,414	89,328	87,932	89,118	89,202	91,107	90,663
Law enforcement	27,812	30,350	29,173	30,797	22,477	22,477	22,477	22,477	22,477	22,477
Assigned for:										
Debt service	15,785,200	14,539,400	--	--	--	--	--	--	--	--
Future capital projects	--	--	--	--	--	--	--	--	--	60,599,399
Subsequent year's expenditures	2,227,995	2,284,478	3,046,224	3,352,350	3,896,580	4,192,646	5,472,509	4,959,790	2,469,528	4,361,445
Unassigned	51,342,701									
Total General Fund	$ 69,637,487	$	$	$	$	$	$	$	$	$
All Other Governmental Funds	50,651,117	76,262,937	73,977,435	72,829,298	74,721,386	73,064,024	73,401,383	73,564,244	13,507,884	
Restricted for:										
Capital projects	$ 67,757,234 -	$ 79,587,038 -	$ 77,616,205 -	$ 77,019,618 1,858,790	$ 79,226,215 3,276,297	$ 78,873,830 5,973,992	$ 78,766,844 6,711,940	$ 76,390,581 8,500,324	$ 78,606,830 8,037,982	$ 4,921,707
Committed for:										
Capital projects	7,045,481	6,132,637	8,154,815	6,077,940	4,076,343	2,577,895	2,394,699	2,495,197	186,101	4,981,157
Recreation facilities	159,099	107,660	105,377	982,945	848,534	904,774	888,354	-	-	359,328
Community beautification	1,438	73,512	73,512	172,684	380,586	330,830	354,999	369,808	379,394	227,865
Unassigned	-								(408,955)	
Total All Other Governmental Funds	$ 7,206,018	$	$	$	$	$	$	$ (225,884)	$	$
	-	-	-	-	-	-				
	6,313,809	8,333,704	9,092,359	9,281,760	9,787,491	10,349,992	11,139,445	8,214,522	10,490,057 -	

VILLAGE OF ROYAL PALM BEACH

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenue										
Taxes	$ 11,413,520	$ 11,746,888	$ 12,297,091	$ 12,670,779	$ 13,034,550	$ 13,503,419	$ 13,912,962	$ 14,531,676	$ 15,668,388	$ 17,709,356
Licenses and permits	766,467	998,828	993,621	854,834	1,354,439	1,265,113	1,133,630	1,434,303	1,673,776	1,710,035
Intergovernmental	4,638,627	5,041,090	5,742,404	8,491,588	9,428,760	9,807,486	8,829,787	9,748,505	12,888,934	16,644,770
Charges for services	645,001	699,120	601,550	603,248	628,403	521,190	303,208	279,750	453,048	489,977
Fines and forfeitures	433,842	482,065	536,824	485,613	513,019	522,063	531,148	322,743	544,840	367,845
Investment earnings (losses)	417,401	825,024	922,983	572,871	462,214	3,521,218	2,999,074	237,543	(3,374,524)	2,507,644
Impact fees	314,960	426,318	174,590	400,684	984,430	1,099,171	239,368	508,381	394,730	1,899,592
Other	1,268,844									
Total Revenues	19,898,662	21,680,777	22,473,554	26,127,904	27,634,489	31,353,873	28,888,513	28,214,281	29,906,234	42,876,595
Expenditures										
General government	5,064,449	5,030,545	5,212,267	5,548,986	5,661,639	5,936,024	6,254,256	6,444,069	6,995,903	7,210,991
	1,461,444	1,204,491	2,048,287	1,228,674	1,114,213	939,336	1,151,380	1,657,042	1,547,376	
Public safety	8,503,007	8,628,119	8,856,418	9,104,060	9,289,712	9,594,390	9,788,842	9,882,674	9,959,358	10,421,345
Physical enviornment	2,801,013	2,890,297	2,939,957	3,451,372	3,854,869	3,557,868	3,972,689	4,044,026	4,139,741	4,461,794
Culture and recreation	4,090,582	4,517,487	4,499,375	4,390,440	4,845,428	4,901,906	4,699,060	4,072,292	4,730,319	5,243,309
Capital outlay	1,308,167	1,742,625	4,613,153	5,860,792	6,774,568	4,742,079	4,004,662	3,318,957	9,491,636	11,501,710
Debt service										
Principal	1,179,100	1,212,000	15,785,200	--	--	--	--	--	--	--
Interest and fiscal charges	490,670	457,314	365,561	--	--	--	--	--	--	--
Debt issue costs	--	--	--	--	--	--	--	--	--	--
Bond prepayment fee	--									
Total Expenditures	23,436,988	24,478,387	42,594,992	28,355,650	30,426,216	28,732,267	28,719,509	27,762,015	35,316,957	38,839,149
		323,061								
Revenue Over (Under) Expenditures	(3,538,326)	(2,797,610)	(20,121,438)	(2,227,746)	(2,791,727)	2,621,606	169,004	452,266	(5,410,723)	4,037,446
Other Financing Sources (Uses)	--			--	--	--	--	--	--	
Insurance recoveries	63,788	5,800	32,657	35,024	182,993	88,298	38,755	133,308	34,223	33,839
Proceeds from sale of capital assets	9,168	19,348	770,282	980,544	2,201,548	2,424	2,357	96,863	84,344	411,489
Proceeds from issuance of debt	--	--	--	--	--	--	--	--	--	--
Payment to refunded bond escrow agent	--	--	--	--	--	--	--	--	--	--
Transfers in	1,444,000	900,000	34,433,000	2,705,000	2,550,000	1,000,000	1,423,000	1,000,000	1,500,000	8,700,000
Transfers out	(1,444,000)									
Total Other Financing Sources (Uses)	72,956	25,148	33,971,137	1,015,568	2,384,541	90,722	41,112	230,171	118,567	445,328
Net Change in Fund Balances	$ (3,465,370)	$	$	$	$	$	$	$	$	$
	(900,000)	(1,264,802)	(2,705,000)	(2,550,000)	(1,000,000)	(1,423,000)	(1,000,000)	(1,500,000)	(8,700,000)	
Debt Service as a Percentage of Non-Capital Expenditures	7.55%	7.34%	45.52%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
	(2,772,462)	13,849,699	(1,212,178)	(407,186)	2,712,328	210,116	682,437	(5,292,156)	4,482,774	

VILLAGE OF ROYAL PALM BEACH

GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE

LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Fiscal Year	Ad Valorem Taxes	Franchise Fees	Utility Service Taxes	Business Taxes	Total
2014	$ 3,463,389	$ 2,737,903	$ 4,479,608	$ 732,620	$ 11,413,520
2015	3,766,974	2,799,075	4,476,157	704,682	11,746,888
2016	4,272,825	2,829,621	4,499,054	695,591	12,297,091
2017	4,658,932	2,760,818	4,557,505	693,524	12,670,779
2018	4,996,956	2,708,888	4,642,324	686,382	13,034,550
2019	5,278,156	2,945,827	4,634,148	645,288	13,503,419
2020	5,489,761	3,099,076	4,672,259	651,866	13,912,962
2021	5,972,737	3,296,230	4,741,110	521,599	14,531,676
2022	6,261,280	3,681,989	4,944,305	780,814	15,668,388
2023	7,101,851	4,248,355	5,575,014	784,136	17,709,356

VILLAGE OF ROYAL PALM BEACH

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF PROPERTY

LAST TEN FISCAL YEARS

Fiscal Year	Real Property	Personal Property	Total	Total Direct Tax Rate	Estimated Actual Taxable Value
2014	$ 1,776,535,613	$ 101,636,831	$ 1,878,172,444	$ 5.38	$ 1,878,172,444
2015	1,941,988,056	109,353,208	2,051,341,264	5.38	2,051,341,264
2016	2,397,218,755	112,830,630	2,510,049,385	5.38	2,510,049,385
2017	2,602,640,902	98,917,446	2,701,558,348	5.38	2,701,558,348
2018	2,762,019,330	107,358,757	2,869,378,087	5.38	2,869,378,087
2019	2,882,203,763	101,105,760	2,983,309,523	5.38	2,983,309,523
2020	3,119,428,753	104,651,627	3,224,080,380	5.38	3,224,080,380
2021	3,289,556,388	110,085,126	3,399,641,514	5.38	3,399,641,514
2022	3,716,505,092	129,626,524	3,846,131,616	5.38	3,846,131,616
2023	3,707,955,769	129,188,325	3,837,144,094	5.38	4,265,762,006

Source: Palm Beach County Property Appraiser's Office

Note: Property in the Village is reassessed each year. Property is assessed at actual value; therefore, the assessed values are equal to actual value. Tax rates are per $1,000 of assessed value.

VILLAGE OF ROYAL PALM BEACH

DIRECT AND OVERLAPPING PROPERTY TAX RATES

LAST TEN FISCAL YEARS
(RATE PER $1,000 OF ASSESSED VALUE)

	Village Direct Rates			Overlapping Rates				
Fiscal Year	General Fund	Debt Service	Total Direct	Palm Beach County	School District	Special Taxing Districts	Total Overlapping	Total
2014	$ 5.38	$ --	$ 5.38	$ 5.58	$ 7.59	$ 2.17	$ 15.34	$ 20.72
2015	5.38	--	5.38	5.53	7.51	2.10	15.14	20.52
2016	5.38	--	5.38	5.51	7.07	1.95	14.53	19.91
2017	5.38	--	5.38	5.49	6.77	1.78	14.04	19.42
2018	5.38	--	5.38	5.49	6.57	1.69	13.75	19.13
2019	5.38	--	5.38	5.45	7.16	1.69	14.30	19.68
2020	5.38	--	5.38	5.40	7.01	1.68	14.09	19.47
2021	5.38	--	5.38	5.40	6.88	1.64	13.92	19.30
2022	5.38	--	5.38	5.32	6.52	1.54	13.38	18.76
2023	5.38	--	5.38	5.08	6.46	1.43	12.97	18.35

Note: Tax rates are per $1,000 of taxable value (1 mill). The Village's General Fund property tax rate may be increased only by a majority vote of the Village Council. Rates for debt service are set based on each year's requirements. Under Florida law, the Village has a 10 mill cap, including the tax rate of the Palm Beach County Fire Rescue MSTU.

VILLAGE OF ROYAL PALM BEACH

PRINCIPAL PROPERTY TAXES

CURRENT YEAR AND NINE YEARS AGO

	2023			2014		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
PP Royal Palm Investors LLC	$ 104,723,543	1	3.09%	$ --	-	-
Florida South Division LLC	80,237,031	2	2.37%	--	-	-
IVT Southern Royal Palm Beach 1031 LLC	69,466,392	3	2.05%	--	-	-
PP Park Aire Property Owner LLC	62,057,789	4	1.83%	--	-	-
Florida Power & Light Co	58,653,999	5	1.73%	44,660,412	1	2.38%
Verse at Royal Palm Beach LP	45,564,372	6	1.35%		-	0.00%
JBL Village Shoppes LLC	30,931,670	7	0.91%		-	0.00%
Coral Sky Retail LLC	33,124,639	8	0.98%		-	0.00%
511 SR7 Owner LLC	27,781,413	9	0.82%		-	0.00%
CubeSmart	25,282,251	10	0.75%		-	0.00%
Centre on Southern LLLP	--	-	-	41,966,277	2	2.23%
ERP Holding Co Inc	--	-	-	29,513,803	3	1.57%
CP Ipers Coral LLC	--	-	-	19,451,078	4	1.04%
Centre on 441 LLLP	--	-	-	16,588,489	5	0.88%
Casco Properties	--	-	-	16,658,303	6	0.89%
Wal Mart Stores East LP	--	-	-	15,268,295	7	0.81%
Inland Western Royal	--	-	-	15,061,487	8	0.80%
Palms West Hospital	--	-	-	14,602,335	9	0.78%
Ramco Crossroads at Royal Palm	--		-	13,127,269	10	0.70%
Total	$ 537,823,099			$ 226,897,748		12.08%

Source: Palm Beach County Property Appraiser's Office

15.88%

VILLAGE OF ROYAL PALM BEACH

PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL YEARS

Fiscal Year	Net Tax Levy* for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2014	$3,606,091	$ 3,446,962	95.59	$ 16,427	$ 3,463,389	96.04
2015	3,938,575	3,766,974	95.64	--	3,766,974	95.64
2016	4,386,429	4,272,825	97.41	--	4,272,825	97.41
2017	4,819,295	4,658,932	96.67	--	4,658,932	96.67
2018	5,170,985	4,990,187	96.50	6,769	4,996,956	96.63
2019	5,472,460	5,272,628	96.35	4,472	5,277,100	96.43
2020	5,702,818	5,486,009	96.20	3,752	5,489,761	96.26
2021	6,185,668	5,954,484	96.26	18,253	5,972,737	96.56
2022	6,503,040	6,258,259	96.24	3,021	6,261,280	96.28
2023	7,367,317	7,096,919	96.33	4,932	7,101,851	96.40

Notes: All property taxes are assessed and collected by Palm Beach County. Collections are distributed in full as collected.

Since the tax levy is shown net of the maximum allowance for discounts, it is possible for the total collections as a percentage of the tax levy to exceed 100%, to the extent that all taxpayers do not take advantage of the maximum discount.

*Tax levy, net of maximum allowance for discounts of 4% for fiscal years 2014– 2024.

VILLAGE OF ROYAL PALM BEACH

UTILITY SERVICE TAX REVENUES BY SOURCE

LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Fiscal Year	Electricity	Telecommunications	Water	Gas	Total
2014	$ 2,340,259	$ 1,357,696	$ 466,457	$ 100,776	$ 4,265,188
2015	2,603,701	1,282,944	474,730	118,233	4,479,608
2016	2,755,210	1,134,368	487,357	122,119	4,499,054
2017	2,804,492	1,078,399	541,950	132,664	4,557,505
2018	2,877,854	1,072,454	571,141	120,875	4,642,324
2019	2,930,503	992,445	582,847	128,353	4,634,148
2020	2,995,180	979,468	629,964	107,647	4,712,259
2021	3,013,178	943,237	666,085	118,610	4,741,110
2022	3,137,453	997,232	685,615	124,005	4,944,305
2023	3,653,344	1,076,958	719,077	115,272	5,564,651

The Village assesses utility services taxes on charges for utility services at the following rates:

1. Electricity - 10%
2. Telecommunications:
   5.22% for the period January 1, 2013 to September 30, 2023
3. Water - 10%
4. Gas - 10%

VILLAGE OF ROYAL PALM BEACH

PRINCIPAL UTILITY SERVICE TAXPAYERS

CURRENT YEAR AND NINE YEARS AGO

	2023			2014		
Taxpayer	Utility Service Taxes	Rank	Percentage of Total Village Utility Service Taxes	Utility Service Taxes	Rank	Percentage of Total Village Utility Service Taxes
Florida Power & Light Co	$ 3,137,453	1	56.38%	$ 2,340,259	1	42.06%
AT&T	997,232	2	17.92%	1,357,796	2	24.40%
Village of Royal Palm Beach	685,615	3	12.32%	466,457	3	8.38%
Florida Public Utilities	52,363	4	0.94%	54,820	4	0.99%
AmeriGas Propane	23,901	5	0.43%	13,011	6	0.23%
Miscellaneous other	22,213	6	0.40%	8,236	5	0.15%
Lowes Home Centers, Inc	18,014	7	0.32%	16,918	7	0.30%
BJ'S Wholesale Club	7,514		0.14%	7,790		0.14%
Total	$ 4,944,305			$ 4,265,286		
	8			8		

Source: Village Finance records

88.85%	76.65%

VILLAGE OF ROYAL PALM BEACH

RATIOS OF OUTSTANDING DEBT BY TYPE

LAST TEN YEARS

	Governmental Activities[1]					
Fiscal Year	General Obligation Bonds	Special Revenue Bonds	Notes Payable	Total Primary Government	Percentage of Personal Income	Per Capita
2014	$ --	$ --	$ 16,997,200	$ 16,997,200	1.73%	$ 467.43
2015	--	--	15,785,200	15,785,200	1.57%	427.71
2016	--	--	--	--	-	--
2017	--	--	--	--	-	--
2018	--	--	--	--	-	--
2019	--	--	--	--	-	--
2020	--	--	--	--	-	--
2021	--	--	--	--	-	--
2022	--	--	--	--	-	--
2023	--	--	--	--	-	--

[1] The Village does not have a legal debt margin.

VILLAGE OF ROYAL PALM BEACH

RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING

LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonds	Less: Amounts Reserved for Debt Service	Total	Percentage of Actual Value of Property	Population	Per Capita
2014	$ --	$ --	$ --	--	36,363	$ --
2015	--	--	--	--	36,906	--
2016	--	--	--	--	37,138	--
2017	--	--	--	--	37,485	--
2018	--	--	--	--	37,934	--
2019	--	--	--	--	38,691	--
2020	--	--	--	--	38,932	--
2021	--	--	--	--	39,144	--
2022	--	--	--	--	39,345	--
2023	--	--	--	--	40,299	--

Note: The Village did not have any outstanding General Obligation Bonds from 2014 through 2023.

VILLAGE OF ROYAL PALM BEACH

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

SEPTEMBER 30, 2023

	Total Outstanding	Percentage Applicable to Village of Royal Palm Beach(1)	Amount Applicable to Village of Royal Palm Beach
Direct:			
Village of Royal Palm Beach	$ --		$ --
Overlapping			
Debt repaid with property taxes:			
Palm Beach County	16,370,000	1.51%	246,604
Other debt:			
Palm Beach County	848,410,888	1.51%	12,780,797
Palm Beach County School Board	1,522,462,000	3.22%	49,076,120
Total Direct and Overlapping Debt Payable from Ad Valorem Taxes	$ 2,370,872,888		$ 61,856,917
Estimated Population			39,345
Total Direct and Overlapping Debt per Capita			$ 1,572.17

Sources: Data provided by the Palm Beach County Finan.ce Department, Palm Beach County Property Appraiser and the Palm Beach County School Board

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Village. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Village of Royal Palm Beach. This process recognizes that, when considering the Village's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

(1) The percentage of overlapping debt applicable is estimated using taxable assessed property values by taking the value that is within the Village's boundaries and dividing it by the County's and School Board's total taxable assessed value.

The Village of Royal Palm Beach has no legal debt margin.

VILLAGE OF ROYAL PALM BEACH

DEMOGRAPHIC AND ECONOMIC STATISTICS

LAST TEN FISCAL YEARS

Fiscal Year	Village Population[1]	Per Capita Personal Income[2]	Median Age[3]	Village School Enrollment[4]	Village Unemployment Rate[5]	Palm Beach County Unemployment Rate[5]
2014	36,363	$ 66,495	37	6378	5.2%	5.9%
2015	36,906	70,718	37	4893	5.2%	5.2%
2016	37,138	71,682	37	4971	4.1%	5.2%
2017	37,485	77,543	37	4894	3.3%	4.4%
2018	37,934	82,076	38.4	5103	3.2%	3.1%
2019	38,691	85,213	38.18	5458	2.7%	3.2%
2020	38,932	87,478	38.18	5458	5.5%	7.7%
2021	39,144	100,927	38.9	5311	3.5%	4.7%
2022	39,345	109,055	38.9	5861	2.4%	2.8%
2023	40,299	n/a	40	5920	2.8%	3.3%

NOTES:

(1) The population for 2014 thru 2015 was obtained from the Business Development Board of Palm Beach County. The population for 2016 thru 2023 are estimations obtained from the University of Florida Bureau of Economic and Business Research; except for years noted with an asterisk are direct Us Census Bureau Count. Total population is available as of

(2) Source: Business Development Board of Palm Beach County
Data is being reported one year in arrears

(3) Source: Business Development Board of Palm Beach County

(4) Source: School District of Palm Beach County

(5) Bureau of Labor and Statistics

N/A Not available

Net cash provided by non-capital and related financing activities

VILLAGE OF ROYAL PALM BEACH

PRINCIPAL EMPLOYERS

CURRENT AND NINE YEARS AGO

	2023[1]			2014		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Employer						
Palm Beach County School District	22,426	1	2.96%	21,495	1	3.34%
Palm Beach County Government	5,753	2	0.76%	11,381	2	1.77%
Tenet Healthcare Corp.	5,734	3	0.76%	6,100	3	0.95%
NextEra Energy (Hqtrs) for FPL	5,330	4	0.70%	3,635	4	0.56%
Florida Atlantic University	5,059	5	0.67%	2,706	6	0.42%
Boca Raton Regional Hospital	3,135	6	0.41%	2,250	8	0.35%
Veterans Health Administration	2,600	7	0.34%	--	-	0.00%
HCA Healthcare	2,419	8	0.32%	2,714	5	0.42%
The Breakers	2,300	9	0.30%	--	-	0.00%
Baptist Health South Florida fka Bethesda	2,282	10	0.30%	2,391	7	0.37%
Totals	57,038		7.54%	52,672		8.18%

[1] Source: Business Development Board of Palm Beach County. Data is for Palm Beach County, Florida. Employment information for the Village is not available.

Palm Beach County School District

VILLAGE OF ROYAL PALM BEACH

VILLAGE GOVERNMENT EMPLOYEES BY FUNCTION

LAST TEN FISCAL YEARS

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General government	18	18	18	19	19	19	19	19	22	23
Public Safety[1]										
Community Development	12	12	12	12	11	12	11	11	10	11
Public Works										
Engineering	5	5	6	7	9	9	9	8	9	9
Public Works	29	29	30	31	30	31	32	30	28	29
Culture/Recreation	83	86	86	80	66	62	53	51	53	56
Total	147	150	152	149	135	133	124	119	122	128

Source: Village Human Resources office.

[1] Police services are contracted with the Palm Beach County Sheriff's Office.
2014 - 2017 are depicting budgeted positions, while years 2018 - 2023 are actual filled positions, excluding seasonal employees.

VILLAGE OF ROYAL PALM BEACH

OPERATING INDICATORS BY FUNCTION

LAST TEN FISCAL YEARS

Function	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Public Safety										
Police										
Physical arrests[1]	805	1,027	872	743	1,060	635	543	446	631	722
Parking violations[2]	188	180	124	643	150	235	99	71	45	141
Traffic violations[3]	4,245	4,862	3,455	4,199	4,166	5,200	4,522	2,379	3,982	4,921
Fire										
Number of calls[4]	3,692	3,894	3,907	4,153	4,087	4,959	4,106	4,564	4,564	5,050
Parks and Recreation Services[2]										
Participants - Athletic Programs	2,308	2,133	1,937	1,372	3,493	3,457	550	1,320	2,100	2,430
Participants - Arts & Craft/Classes	508	406	459	435	464	236	60	600	650	690
Participants - Social/Special Events	540	559	575	566	71,000	72,400	20,800	21,150	58,650	59,825
Participants - Health/Fitness Programs	1,173	1,644	1,232	1,254	1,112	1,122	350	628	710	850
Participants - Spring/Summer Camps	359	604	525	628	679	547	401	425	525	610
Participants - Other Programs	--	--	--	--	--	--	--	--	--	--
Participants - Seniors Programs	2,850	3,380	3,636	4,720	5,022	5,322	2,585	250	1,955	2,357
Participants - Teen Programs	698	755	565	120	112	--	--	--	--	--
Roads and Streets[2]										
Street resurfacing (lane miles)	--	--	3	7	10	6	9	--	--	--
Pot holes repaired	35	43	97	22	84	95	105	80	44	183

Note: Indicators are not available for the general government function

Source:
(1) Florida Department of Law Enforcement
(2) Village departments
(3) Palm Beach County Sheriff's Office
(4) Palm Beach County Fire Rescue

VILLAGE OF ROYAL PALM BEACH

CAPITAL ASSET STATISTICS BY FUNCTION

LAST TEN FISCAL YEARS

Function	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Roads and Streets										
Street lights	703	950	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,431
Lane miles	148	149	149	149	149	149	149	148	148	148
Parks and Recreation Services										
Ballfields	14	14	14	14	14	14	18	18	18	14
Basketball courts	14	14	14	14	14	14	18	18	18	12
Soccer fields	8	8	8	8	8	8	8	8	8	8
Tennis courts	8	8	8	8	8	8	8	8	8	8
Parks	24	24	24	24	24	24	24	24	24	24
Bocce courts	4	4	4	4	4	4	4	4	4	4
Remote car track	1	1	1	1	1	1	1	1	1	0
125	4	4	4	4	4	4	4	4	4	4
Hockey rink	1	1	1	1	1	1	1	1	1	1
Skate park	8	8	8	8	8	8	8	8	8	8

Sources: Village departments

Note: No capital asset indicators are available for the general government function.

REPORTING SECTION

MARCUM
ACCOUNTANTS ▲ ADVISORS

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Honorable Mayor, Village Council and Village Manager
Village of Royal Palm Beach, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Royal, Palm Beach, Florida (the "Village"), as of and for the fiscal year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements, and have issued our report thereon dated March 13, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Marcum LLP ■ 525 Okeechobee Boulevard ■ Suite 750 ■ West Palm Beach, Florida 33401 ■ **Phone** 561.653.7300 ■ **www.marcumllp.com**

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

West Palm Beach, FL
March 13, 2024

MARCUM
ACCOUNTANTS ▲ ADVISORS

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR THE MAJOR FEDERAL PROGRAM AND STATE PROJECT AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND CHAPTER 10.550, RULES OF THE AUDITOR GENERAL

To the Honorable Mayor, Village Council and Village Manager
Village of Royal Palm Beach, Florida

Report on Compliance for the Major Federal Program and Major State Project

Opinion on the Major Federal Program and Major State Project

We have audited the Village of Royal Palm Beach, Florida (the "Village") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement,* and the requirements described in the *State of Florida Department of Financial Services'* State Projects Compliance Supplement*,* that could have a direct and material effect on the Village's major federal program and major state project for the fiscal year ended September 30, 2023. The Village's major federal program and major state project are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Village complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program and major state project for the fiscal year ended September 30, 2023.

Basis for Opinion on the Major Federal Program and Major State Project

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.550, Rules of the Auditor General. Our responsibilities under those standards, the Uniform Guidance and Chapter 10.550, Rules of the Auditor General are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Village and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program and major state project. Our audit does not provide a legal determination of the Village's compliance with the compliance requirements referred to above.

Marcum LLP ▪ 525 Okeechobee Boulevard ▪ Suite 750 ▪ West Palm Beach, Florida 33401 ▪ Phone 561.653.7300 ▪ www.marcumllp.com

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the Village's federal programs and state projects.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Village's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.550, Rules of the Auditor General will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Village's compliance with the requirements of the major federal program and major state project as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.550, Rules of the Auditor General, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Village's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the Village's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.550, Rules of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program or state project on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program or state project will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program or state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and Chapter 10.550, Rules of the Auditor General. Accordingly, this report is not suitable for any other purpose.

West Palm Beach, FL
March 13, 2024

VILLAGE OF ROYAL PALM BEACH, FLORIDA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

Federal/State Agency, Pass-Through Entity Federal Program/State Project	ALN/ CFSA No.	Grant Number/ Pass-through Entity Identifying Number	Total Expenditures	Passed Through to Subrecipients
FEDERAL AWARDS				
U.S. Department of the Interior				
Passed through Florida Department of Environmental Protection				
Outdoor Recreation Acquisition, Development and Planning	15.916	LW715	$ 63,040	$ --
Total U.S. Department of the Interior			63,040	--
U.S. Department of Homeland Security				
Passed through Florida Department of Emergency Management				
Hazard Mitigation Grant	97.039	H0885	72,536	--
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	666463	50,446	--
Total U.S. Department of Homeland Security			122,982	--
U.S. Department of Justice				
Passed through Florida Department of Emergency Management				
Coronavirus Emergency Supplemental Funding Program	16.034	Y55280	4,632,011	--
Total U.S. Department of Justice			4,632,011	--
Total Expenditures of Federal Awards			4,818,033	--
STATE FINANCIAL ASSISTANCE				
Florida Department of Environmental Protection				
Statewide Water Quality Restoration Projects	37.039	LPA0042	1,068,432	--
Total Florida Department of Environmental Protection			1,068,432	--
Florida Department of State and Secretary of State				
General Program Support	45.061	23.C.PS.180.444	108,298	--
Total Florida Department of State and Secretary of State			108,298	--
Total Expenditures of State Financial Assistance			1,176,730	--
Total Expenditures of Federal Awards and State Financial Assistance			$ 5,994,763	$ --

See notes to schedule of expenditures of federal awards and state financial assistance.

VILLAGE OF ROYAL PALM BEACH, FLORIDA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards and state financial assistance (the "Schedule") includes the federal award activity and state grant activity of the Village of Royal Palm Beach, Florida (the "Village") for the fiscal year ended September 30, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements*, *Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and Chapter 10.550, Rules of the Auditor General. Because the Schedule presents only a selected portion of the operations of the Village, it is not intended to and does not present the financial position, or the changes in net position of the Village.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and the Florida Single Audit Act, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 – INDIRECT COST RATE

The Village has elected not to use the 10% de minimus indirect cost rate as allowed under the Uniform Guidance.

SECTION I – SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS

Type of auditors' report issued on whether the financial statements audited were prepared in accordance with GAAP:	*Unmodified Opinion*
Internal control over financial reporting:	
Material weakness(es) identified?	____Yes _X_ No
Significant deficiency(ies) identified?	____Yes _X_ None Reported
Noncompliance material to financial statement noted?	____Yes _X_ No

FEDERAL AWARDS AND STATE PROJECTS

Internal control over its major federal program and major state project:	
Material weakness(es) identified?	____Yes _X_ No
Significant deficiency(ies) identified?	____Yes _X_ None Reported
Type of auditor's report issued on compliance over major federal program and state project:	*Unmodified Opinion*
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a) or Chapter 10.557, Rules of the Auditor General?	____Yes _X_ No

IDENTIFICATION OF MAJOR FEDERAL PROGRAM AND STATE PROJECT

Federal Program	AL No.
Coronavirus State and Local Fiscal Recovery Funds	21.027

State Project	CSFA No.
Statewide Water Quality Restoration Projects	37.039

Dollar threshold used to distinguish between Type A and Type B Federal programs:	$ 750,000
Dollar threshold used to distinguish between Type A and Type B State projects:	$ 353,019
Auditee qualified as low-risk auditee (Federal)?	____Yes _X_ No

SECTION II – FINANCIAL STATEMENT FINDINGS

None

SECTION III – FEDERAL AWARDS AND STATE PROJECTS FINDINGS AND QUESTIONED COSTS

None

VILLAGE OF ROYAL PALM BEACH, FLORIDA

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

I. PRIOR YEAR FINANCIAL STATEMENT FINDINGS

None

II. PRIOR YEAR FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None

MARCUM
ACCOUNTANTS ▲ ADVISORS

MANAGEMENT LETTER IN ACCORDANCE WITH THE RULES OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

To the Honorable Mayor, Village Council and Village Manager
Village of Royal Palm Beach, Florida

Report on the Financial Statements

We have audited the financial statements of the Village of Royal Palm Beach, Florida (the "Village"), as of and for the fiscal year ended September 30, 2023, and have issued our report thereon dated March 13, 2024.

Auditors' Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States; the audit requirements of the Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards* (Uniform Guidance); and Chapter 10.550, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards;* Independent Auditors' Report on Compliance for the Major Federal Program and Major State Project; Report on Internal Control Over Compliance Required by Uniform Guidance and Chapter 10.550, Rules of the Auditor General; Schedule of Findings and Questioned Costs; Summary Schedule of Prior Audit Findings and Independent Accountants' Report on an examination conducted in accordance with AICPA Professional Standards, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedules, which are dated March 13, 2024, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding financial audit report. There were no findings and recommendations made in the preceding financial audit report.

Marcum LLP ▪ 525 Okeechobee Boulevard ▪ Suite 750 ▪ West Palm Beach, Florida 33401 ▪ Phone 561.653.7300 ▪ www.marcumllp.com

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The Village was established by the Village's charter, which was adopted under the provisions of Chapter 59-1782 Laws of Florida in 1959. There are no component units related to the Village.

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether or not the Village met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the Village did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.554(1)(i)5.b. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures for the Village. It is management's responsibility to monitor the Village's financial condition, and our financial condition assessment was based in part on representations made by management and review of financial information provided by same. This assessment was done as of the fiscal year end.

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, the Honorable Mayor, the Village Council, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

West Palm Beach, FL
March 13, 2024

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE PURSUANT TO SECTION 218.415, FLORIDA STATUTES

To the Honorable Mayor, Village Council and Village Manager
Village of Royal Palm Beach, Florida

We have examined the Village of Royal Palm Beach, Florida (the "Village") compliance with Section 218.415, Florida Statutes, Local Government Investment Policies for the fiscal year ended September 30, 2023. Management of the Village is responsible for the Village's compliance with the specified requirements. Our responsibility is to express an opinion on the Village's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Village complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Village complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent and to meet our ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

Our examination does not provide a legal determination on the Village's compliance with specified requirements.

In our opinion, the Village complied, in all material respects, with Section 218.415, Florida Statutes for the fiscal year ended September 30, 2023.

This report is intended to describe our testing of compliance with Section 218.415, Florida Statutes and it is not suitable for any other purpose.

West Palm Beach, FL
March 13, 2024

Marcum LLP ▪ 525 Okeechobee Boulevard ▪ Suite 750 ▪ West Palm Beach, Florida 33401 ▪ Phone 561.653.7300 ▪ www.marcumllp.com

Village of Royal Palm Beach, Florida

1050 Royal Palm Beach Boulevard Royal Palm Beach, Florida 33411
Telephone (561) 790-5112 Fax (561) 790-5174 E-mail: salmeida@royalpalmbeachfl.gov

Department of Finance
Sharon Almeida, CGFO, Director

BEFORE ME, the undersigned authority, personally appeared CFO, Sharon Almeida, who being duly sworn, deposes and says on oath that:

1. I am the Chief Financial Officer of the Village of Royal Palm Beach, Florida which is a local governmental entity of the State of Florida;

2. The governing body of the Village of Royal Palm Beach adopted Ordinances N. 953, Dated July 6, 2017, implementing impact fees for Building, Roads and Parks.

3. The Village of Royal Palm Beach has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

FURTHER AFFIANT SAYETH NAUGHT.

____
Chief Financial Officer, Sharon Almeida

STATE OF FLORIDA
COUNTY OF PALM BEACH

SWORN TO AND SUBSCRIBED before me this 6 day of March, 2024.

Christine Wax
NOTARY PUBLIC

CHRISTINE WAX
MY COMMISSION # GG 977273
EXPIRES: August 9, 2024
Bonded Thru Notary Public Underwriters

Christine Wax
Print Name

Personally known X or produced identification ______
Type of identification produced: ____________________________
My Commission Expires: ___